
FISCAL TOPICS

Fiscal Services Division

December 19, 2018



Ground Floor, State Capitol Building

Des Moines, Iowa 50319

515.281.3566

Community College Revenue by Source

Revenue Accounting and Reporting

Iowa's 15 community colleges have a variety of revenue sources available to them. For accounting and budgeting purposes, the colleges record revenue in eight different funds:

Fund 1 (Unrestricted General Fund), Fund 2 (Restricted General Fund), and Fund 7 (Plant Fund) are reported as part of the annual certified budget. Funds 1 and 2 include resources available for the educational program. Fund 7 includes resources used for acquisition, construction and major repair or replacement of physical property, as well as debt service related to those activities.

Fund 3 (Auxiliary Fund) includes revenue from enterprise activities such as cafeterias, book stores, and child care centers.

Fund 4 (Agency Fund) includes resources handled by the college as fiscal agent for other entities. This includes funds received under Iowa Code chapter [260F](#) (Jobs Training).

Fund 5 (Scholarship Fund) and Fund 6 (Loan Fund) include resources available for scholarship awards and loans to students.

Fund 8 (Endowment Fund) includes resources donated to the college. The principal balance must be maintained, and only the income from fund investments may be used, in accordance with any restrictions specified by the donor.

Sources of Budgeted Revenue

Budgeted revenue (Funds 1, 2, and 7) falls into five general categories, described below. The table on the following page compares statewide community college revenue in each category for FY 2007 and FY 2017.

Tuition and Fees

Between FY 2007 and FY 2017, budgeted revenue from tuition and fees grew at an average annual rate of 3.6% and was the largest source of revenue for the community colleges. In FY 2017, tuition and fees represented 52.3% of budgeted revenue. Between FY 2007 and FY 2017, the statewide average annual resident tuition increased an average of 4.4% annually, and statewide average annual fees increased an average of 0.3% annually.

State Aid

The State Aid category of budgeted revenue includes the annual general aid appropriation, salary appropriations, and appropriations for capital projects and other purposes. Between FY 2007 and FY 2017, budgeted revenue from State Aid increased an average of 2.3% annually. In FY 2017, State Aid represented 35.4% of budgeted revenue.

Other Income

In addition to interest income and gifts, the Other Income category includes revenue related to the Iowa Industrial New Jobs Training Program, the Iowa Jobs Training Program, and the Accelerated Career Education Program. Between FY 2007 and FY 2017, other income decreased an average of 0.1% annually. In FY 2017, other income represented 6.3% of budgeted revenue.

More Information

Department of Education, Condition of Community Colleges:

www.educateiowa.gov/adult-career-and-community-college/publications#Condition_of_Community_Colleges

LSA Staff Contact: Robin Madison (515.281.5270) robin.madison@legis.iowa.gov

Local Support – Property Tax Levies

In FY 2017, 5.5% of budgeted revenue came from local support, including the 20.25-cent general levy, seven specific purpose levies, and bond issues. Between FY 2007 and FY 2017, revenue from local support grew at an average annual rate of 3.9%.

Federal Funds

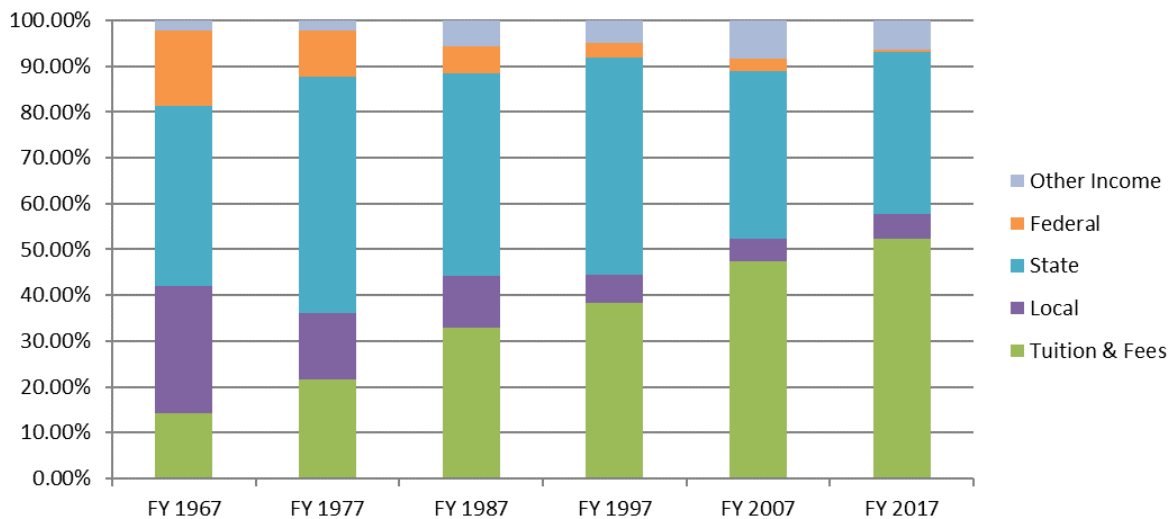
Federal funds represented 0.5% of budgeted revenue in FY 2017. This source of funding decreased by an average of 14.3% annually between FY 2007 and FY 2017.

Iowa Community Colleges – Budgeted Revenue by Source

	FY 2007	FY 2017	Change	Annual Rate of Change
Tuition and Fees	\$ 207,459,968	\$ 294,806,794	\$ 87,346,826	3.6%
State Aid	159,579,244	199,540,607	39,961,363	2.3%
Local Support	21,433,089	31,273,686	9,840,597	3.9%
Federal Funding	11,948,729	2,560,515	-9,388,214	-14.3%
Other	36,272,537	35,764,726	-507,811	-0.1%
Total	\$ 436,693,567	\$ 563,946,328	\$ 127,252,761	2.6%

Source: Department of Education, Condition of Community Colleges data tables

Community College Unrestricted Revenue by Source



970891